Montana Board of Oil and Gas Conservation Environmental Assessment

| Operator: Citation Oil and Gas Corporation |
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| Well Name/Number: BSU A336H |
| Location: SW NW Section 3 6 T32N R19E |
| County: Blaine , MT; Field (or Wildcat) Bowes |
| |
| Ain Overlites |
| (possible concerns) Air Quality |
| Long drilling time: No, 12 to 20 days drilling time. |
| Unusually deep drilling (high horsepower rig): No, single derrick drilling rig to drill to |
| vertical to kickoff point, set 7" intermediate casing through the curve and then drill a |
| horizontal lateral 3310' TVD 6343'MD. |
| Possible H2S gas production: Slight H2S from the Sawtooth Formation. |
| In/near Class I air quality area: No Class I air quality area. |
| Air quality permit for flaring/venting (if productive): Yes, DEQ air quality permit required |
| <u>under 75-2-211.</u> |
| Mitigation: |
| _X Air quality permit (AQB review) |
| Gas plants/pipelines available for sour gas |
| Special equipment/procedures requirements |
| Other: |
| Comments: No special concerns – using small rig drill to vertical to kickoff point, set 7" intermediate casing through the curve and then drill a horizontal lateral 3310' TVD |
| 6343'MD. |
| <u>0010 MB.</u> |
| |
| Water Quality |
| (possible concerns) |
| Salt/oil based mud: No, only freshwater, freshwater mud system to be used. |
| High water table: No high water table anticipated. Surface drainage leads to live water: Yes, closest drainages are an unnamed ephemera |
| tributary drainage of Sixmile Coulee, about 1/8 of a mile to the north and an ephemeral |
| drainage, Sixmile Coulee, about ½ of a mile to the east from this location. |
| Water well contamination: No, closest water wells are about 5/8 of a mile to the |
| southeast and all other wells are 1 mile and further in any direction from this location. |
| Surface casing will be drilled to 1000' with freshwater and steel surface casing set and |
| cemented to surface to protect ground waters. |
| Porous/permeable soils: No, silty -sandy bentonitic soils |
| Class I stream drainage: No Class I stream drainages, in the area of review. |
| Mitigation: |
| Lined reserve pit |
| _X_ Adequate surface casing |
| Berms/dykes, re-routed drainage |
| Closed mud systemOff-site disposal of solids/liquids (in approved facility) |
| Other: |
| Comments: 1000' of surface casing cemented to surface adequate to protect |

freshwater zones. Also, fresh water mud systems to be used.